

Market Consultation Solactive Canada Utilities Index – Change of Methodology

26 April 2024

**Content of the Market Consultation**

Solactive AG has decided to conduct a Market Consultation with regard to changing the Index Methodology of the following Indices (the ‘Indices’):

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| --- | --- | --- |
| **NAME** | **RIC** | **ISIN** |
| Solactive Canada Utilities Index NTR | .SOLCUTNTR | DE000SL0BCH3 |
| Solactive Canada Utilities Index PR | .SOLCUTPR | DE000SL0BCG5 |
| Solactive Canada Utilities Index TR | .SOLCUTTR | DE000SL0BCJ9 |

**Rationale for the Market Consultation**

The Indices track the performance of Canadian companies linked to the “Utility” sector.

While the Starting Universe, the Solactive Canada Broad Market Index (PR) (ISIN: DE000SLA4973), excludes Limited Partnerships (LP), some companies classified as LP are a significant part in the Utility sector. The exclusion of LP in the Starting Universe leads to the situation that these Canadian Utility companies are also excluded from the Solactive Canada Utilities Index.  
Solactive therefore proposes to include LPs to the Solactive Canada Utilities Index, which are trading in Canada.

**Proposed Changes to the Index Guideline**

The following Methodology changes are proposed in the following points of the Index Guideline:

**Section 2.1. index Universe Requirements**

**From:**

The INDEX UNIVERSE is comprised of all financial instruments which fulfill the below requirements (the “INDEX UNIVERSE REQUIREMENTS“):

First, all companies that are part of the CANADA INDEX UNIVERSE of the Solactive Canada Broad Market Index (PR) (ISIN: DE000SLA4973), on a SELECTION DAY as published on the SOLACTIVE website: https://www.solactive.com are eligible for inclusion.

Second, eligible companies need to be assigned to the Economy “Utilities” as defined by the Standard FactSet Classification.

The determination of the INDEXUNIVERSE is fully rule-based and the INDEX ADMINISTRATOR cannot make any discretionary decisions.

**To:**

The Index Universe is comprised of all financial instruments which fulfill the below requirements

(the “Index Universe Requirements“):

1. Part of the Canada Index Universe of the Solactive Canada Broad Market Index (PR) (ISIN: DE000SLA4973), on a Selection Day as published on the Solactive website: <https://www.solactive.com> or
2. Structured as Limited Partnership and listed on the Toronto Stock Exchange

Limited Partnerships require an Average Daily Traded Value (ADV) of 1,000,000 CAD over the past 1 month and the past 6 months and ADV of 750,000 CAD over the past 1 month and the past 6 months for stocks that are current INDEX COMPONENTS

All eligible companies need to be assigned to the Economy “Utilities” as defined by the Standard FactSet Classification.

The determination of the INDEX UNIVERSE is fully rule-based and the INDEX ADMINISTRATOR cannot make any discretionary decisions.

**Feedback on the proposed changes**

If you would like to share your thoughts with Solactive, please use this consultation form and provide us with your personal details and those of your organization.

|  |  |
| --- | --- |
| Name |  |
| Function |  |
| Organization |  |
| Email |  |
| Phone |  |
| Confidentiality (Y/N) |  |

Solactive is inviting all stakeholders and interested third parties to evaluate the proposed changes to the Methodology for the **Solactive Canada Utilities Index** and welcomes any feedback on how this may affect and/or improve their use of Solactive indices.

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**Consultation Procedure**

Stakeholders and third parties who are interested in participating in this Market Consultation, are invited to respond until **June 21, 2024 (cob)**.

Subject to feedback received on this Market Consultation, the changes mentioned above are intended to become effective on **July 08, 2024**.

Please send your feedback via email to [marketconsultation@solactive.com](mailto:marketconsultation@solactive.com), specifying “**Solactive Canada Utilities Index**“ as the subject of the email, or

via postal mail to: **Solactive AG**

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Should you have any additional questions regarding the consultative question in particular, please do not hesitate to contact us via above email address.



# Contact

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